

HOUSE BILL 1643

By Forgety

AN ACT to amend Tennessee Code Annotated, Title 67,
Chapter 5, Part 7, relative to tax relief.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-5-704(a), is amended by deleting subdivisions (3) through (6) in their entirety and substituting instead the following:

(3) Except as provided in subdivision (a)(4):

(A) Such reimbursement shall be paid on the first one hundred thousand dollars (\$100,000) of the full market value of such property;

(B) In determining the amount of relief to a taxpayer, the effective assessed value on the first one hundred thousand dollars (\$100,000) of full market value shall be multiplied by a tax rate that has been adjusted to reflect the relationship between appraised value and market value in that jurisdiction, as determined by the state board of equalization; and

(C) The effective assessed value shall be determined by multiplying the full market value of the property up to one hundred thousand dollars (\$100,000) by twenty-five percent (25%).

(4)

(A) This subdivision (a)(4) shall apply only to taxpayers who received a reimbursement pursuant to this section for tax years 2014 and 2015 and who reapply to receive a reimbursement for tax year 2016 and in subsequent tax years without interruption.

(B) Such reimbursement shall be paid on the first one hundred seventy-five thousand dollars (\$175,000) of the full market value of such property.

(C) In determining the amount of relief to a taxpayer, the effective assessed value on the first one hundred seventy-five thousand dollars (\$175,000) of full market value shall be multiplied by a tax rate that has been adjusted to reflect the relationship between appraised value and market value in that jurisdiction, as determined by the state board of equalization.

(D) The effective assessed value shall be determined by multiplying the full market value of the property up to one hundred seventy-five thousand dollars (\$175,000) by twenty-five percent (25%).

(5) The full market value of the property shall be determined by adjusting the appraised value of the property as shown on the records of the assessor of property by a factor that reflects the relationship between appraised value and market value in that jurisdiction, as determined by the state board of equalization.

SECTION 2. If any provision of this act or the application thereof to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of the act which can be given effect without the invalid provision or application, and to that end the provisions of this act are declared to be severable.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.